



GRABUSH, NEWMAN & CO., P.A.

Certified Public Accountants & Management Consultants

To the Board of Directors
The International Paruresis
Association, Inc.
Baltimore, Maryland

We have reviewed the accompanying statement of financial position of The International Paruresis Association, Inc. (a non-profit corporation) as of December 31, 2000, and the related statements of activities, functional expenses, and cash flows for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of The International Paruresis Association, Inc.

A review consists principally of inquiries of Organization personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

Grabush, Newman & Co., P.A.

August 1, 2001

THE INTERNATIONAL PARURESIS ASSOCIATION, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2000

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ASSETS

CURRENT ASSETS

Cash - unrestricted
Other receivable

\$ 35,647
74

Total assets

\$ 35,721

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accrued expenses

\$ 137

NET ASSETS - UNRESTRICTED

35,584

Total liabilities and net assets

\$ 35,721

See accountants' review report and notes to financial statements.

THE INTERNATIONAL PARURESIS ASSOCIATION, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2000

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	<u>Unrestricted</u>
REVENUE	
Contributions	\$ 42,061
Workshops	20,346
Interest income	<u>252</u>
Total revenue	<u>62,659</u>
FUNCTIONAL EXPENSES	
Program services	34,808
Management and general	<u>2,966</u>
Total functional expenses	<u>37,774</u>
Increase in net assets	24,885
NET ASSETS - Unrestricted	
Beginning of year	<u>10,699</u>
End of year	<u>\$ 35,584</u>

See accountants' review report and notes to financial statements.

THE INTERNATIONAL PARURESIS ASSOCIATION, INC.
 SCHEDULE OF FUNCTIONAL EXPENSES
 FOR THE YEAR ENDED DECEMBER 31, 2000

	<u>Program services</u>	<u>Management and general</u>	<u>Total</u>
Advertisements	\$ 1,376	\$ -	\$ 1,376
Bank charges	200	50	250
Books and pamphlets	2,325	-	2,325
Workshop expense	3,626	-	3,626
Copying	390	-	390
Meals/dining	1,060	265	1,325
Payroll fees	360	92	452
Consultant fees	8,857	-	8,857
Insurance	1,174	-	1,174
Lodging	3,485	-	3,485
Meeting rooms	821	-	821
Office supplies	226	57	283
Parking	79	-	79
PO Box Rental	51	13	64
Postage	42	11	53
Professional affiliations	320	-	320
Subscriptions	40	-	40
Telephone	439	110	549
Training	444	-	444
Travel	1,340	335	1,675
Educational tapes	23	-	23
Salaries	7,408	1,852	9,260
Payroll expense	722	181	903
	<u>\$ 34,808</u>	<u>\$ 2,966</u>	<u>\$ 37,774</u>

See accountants' review report and notes to financial statements.

THE INTERNATIONAL PARURESIS ASSOCIATION, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2000

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CASH FLOWS FROM OPERATING ACTIVITIES

Change in net assets	\$ 24,885
Adjustment to reconcile increase in net assets to net cash provided by operating activities	
Decrease (increase) in operating assets	
Other receivable	(74)
Increase (decrease) in operating liabilities	
Accrued expenses	137
Total adjustments	63
Net cash provided by operating activities	24,948
Net increase in cash	24,948

CASH

Beginning of year	10,699
End of year	\$ 35,647

See accountants' review report and notes to financial statements.

NOTE 1 - ORGANIZATION

The International Paruresis Association, Inc. is an organization formed in 1996 to educate the public about paruresis, to be a clearinghouse and resource for treatment referrals, to facilitate the establishment of support groups, and to promote research to help identify clinically effective treatments.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of accounting - The financial statements of The International Paruresis Association, Inc. have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

B. Basis of presentation - Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, Financial Statements of Not-for-Profit Organizations. Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

C. Use of estimates in preparing financial statements - Management uses estimates and assumptions in preparing financial statements in accordance with generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual reports could vary from the estimates that were used.

D. Income taxes - The International Paruresis Association, Inc. qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and is not subject to federal and state income taxes.

E. Statement of cash flows - For purposes of the cash flow statement, cash in the checking accounts, savings account, and short-term investments are considered to be cash. No interest or income taxes were paid in the current year.